



THOMAS L. GARTHWAITE, M.D. Director and Chief Medical Officer

FRED LEAF Chief Operating Officer

COUNTY OF LOS ANGELES DEPARTMENT OF HEALTH SERVICES 313 N. Figueroa, Los Angeles, CA 90012 (213) 240-8101

August 5, 2004

The Honorable Board of Supervisors County of Los Angeles 383 Kenneth Hahn Hall of Administration 500 West Temple Street Los Angeles, California 90012

Dear Supervisors:

APPROVAL OF AMENDMENT NO. 3 TO AGREEMENT NO. 58266 FOR MAGNETIC RESONANCE IMAGING SERVICES WITH INSIGHT HEALTH CORP. AT LAC+USC HEALTHCARE NETWORK (1st District) (3 Votes)

IT IS RECOMMENDED THAT YOUR BOARD:

Approve and instruct the Director of Health Services, or his designee, to sign Amendment No. 3 to Agreement No. 58266, substantially similar to Exhibit I with Insight Health Corp., to include the provision of service gap magnetic resonance imaging (MRI) services, effective upon Board approval through June 30, 2009.

PURPOSE/JUSTIFICATION OF THE RECOMMENDED ACTIONS:

In approving the recommended action, the Board is authorizing the Director of Health Services, or his designee, to improve patient care and emergency services by providing for MRI coverage for extended hours at LAC+USC Healthcare Network (LAC+USC).

First District

Yvonne Brathwaite Burke Second District

> Zev Yaroslavsky Third District

Don Knabe Fourth District

Michael D. Antonovich Fifth District The Honorable Board of Supervisors August 5, 2004 Page 2

FISCAL IMPACT/FINANCING:

Funding for this Amendment is included in the Department of Health Services' Fiscal Year 2004-05 Board Adopted Budget and funding will be requested in future fiscal years. The estimated maximum County obligation for these additional MRI services is \$65,392 over the next five years.

FACTS AND PROVISIONAL/LEGAL REQUIREMENTS:

Insight Health Corp. (Insight) has provided LAC+USC with MRI services for over seventeen years. Provisions for service gap services have not been covered services under the Agreement. The current services provided by Insight are those services for eight hour days, Monday through Friday, with no weekend or holiday coverage. This Amendment will cover service hours which are outside these parameters to better meet the patient needs of LAC+USC.

Service gap services are those services for contractor coverage for hours over and above the current contract hours and consist of on-call and standby services. On-call services are those for which the contractor's employee returns to the facility after finishing the work shift and leaving. If the employee returns to the facility within the first two hours of leaving, the rate is \$150 per hour. If the employee returns after the first two hours of leaving, the rate is \$60 per hour.

Standby services are services are those where the contractor's employee is required to be within one hour of reaching the facility. The rate for standby services is \$4 per hour.

This Amendment includes Board-mandated provisions for the Safely Surrendered Baby Law, Contractor's Warranty of Adherence to County's Child Support Compliance Program, Termination for Breach of Warranty to Maintain Compliance with County's Child Support Compliance Program and No Payment for Services Provided Following Expiration/Termination of Agreement.

Contract monitoring functions will be performed by the LAC+USC staff and DHS' Contract Monitoring Division.

The Amendment (Exhibit I) has been approved as to form by County Counsel.

CONTRACTING PROCESS:

Not applicable.

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IMPACT ON CURRENT SERVICES (OR PROJECTS):

Approval of the Amendment for LAC+USC will allow the medical center to extend MRI services for all off-hour calls.

When approved, this Department requires three (3) signed copies of the Board's action.

Respectfully submitted,

Thomas L. Garthwaite, M.D.

Director and Chief Medical Officer

TLG: kke

Attachments

c: Chief Administrative Officer

County Counsel

Executive Officer, Board of Supervisors

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SUMMARY OF AGREEMENT

1. TYPE OF SERVICES:

Magnetic resonance imaging (MRI) services at LAC+USC Healthcare Network.

2. AGENCY/CONTACT PERSON:

Insight Health Corp. 21828 S. Normandie Ave. Torrance, CA 90502

Attention:

Michael Madler

Telephone:

949-282-6153

3. TERM OF AGREEMENT:

On December 29, 1987, the Board approved Agreement 58266. Subsequent Amendments extended the Agreement through June 30, 2009. This Amendment provides for service gap MRI services, with no change to the term of the Agreement.

4. FINANCIAL INFORMATION:

Funding for this Amendment is included in the Department of Health Services' Fiscal Year 2004-05 Proposed Budget. The estimated maximum County obligation for service gap MRI services is \$65,392.

5. GEOGRAPHIC AREAS TO BE SERVED:

1st District

6. PERSON(s) ACCOUNTABLE FOR PROJECT MONITORING:

Edward Grant, MD – Chairman of Radiology Daniel Amaya – Administrator, Radiology Services

7. APPROVALS:

LAC+USC Healthcare Network:

Pete Delgado, Chief Executive Officer

Contract Administration:

Irene E. Riley, Director

County Counsel:

Elizabeth Friedman, Senior Deputy County Counsel